

# **FISCAL NOTE**

## **HB 3371 - SB 3276**

March 8, 2004

**SUMMARY OF BILL:** Specifies that certain non-profit hospital and medical service corporations are subject to an annual audit by the Comptroller of the Treasury and that the corporation shall bear the full costs of the audit.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - Exceeds \$300,000**

**Increase State Revenues - Exceeds \$300,000**

Estimate assumes:

- an increase in expenditures to the Comptroller's office for the costs of performing the audit including at least 4 additional positions with salary and benefits, travel expenses, supplies, and equipment.
- the only major corporation subject to audit under these provisions is Blue Cross/Blue Shield of Tennessee.
- affected corporations will reimburse the Comptroller's office for the cost of the audit.
- the increase in revenues may not be realized until the second year as the corporation would not be billed until the audit is complete.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director